

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

A

W-01997A
Adaman Mutual Water Company
16251 West Glendale Avenue
Litchfield Park AZ 853400000

APR 15 2005

ANNUAL REPORT

FOR YEAR ENDING

12	31	2004
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FOR COMMISSION USE

ANN04	04
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COMPANY INFORMATION

Company Name (Business Name) <u>Adaman Mutual Water Company</u>		
Mailing Address <u>16251 W. Glendale Avenue</u> (Street)		
<u>Litchfield Park,</u> (City)	<u>AZ</u> (State)	<u>85340</u> (Zip)
<u>623 935-2837</u> Telephone No. (Include Area Code)	<u>623 935-1236</u> Fax No. (Include Area Code)	<u>602 390-3167</u> Pager/Cell No. (Include Area Code)
Email Address <u>adaman@qwest.net</u>		
Local Office Mailing Address <u>Same</u> (Street)		
<u>Same</u> (City)	<u>Same</u> (State)	<u>Same</u> (Zip)
<u>Same</u> Local Office Telephone No. (Include Area Code)	<u>Same</u> Fax No. (Include Area Code)	<u>Same</u> Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>David Schofield</u> <u>General Manager/Treasurer</u> (Name) (Title)			
<u>Same as above</u> (Street)	<u>Same as above</u> (City)	<u>Same as above</u> (State)	<u>Same as above</u> (Zip)
<u>Same as above</u> Telephone No. (Include Area Code)	<u>Same as above</u> Fax No. (Include Area Code)	<u>Same as above</u> Pager/Cell No. (Include Area Code)	
Email Address _____			
On Site Manager: _____ (Name)			
<u>Same as above</u> (Street)	<u>Same as above</u> (City)	<u>Same as above</u> (State)	<u>Same as above</u> (Zip)
<u>Same as above</u> Telephone No. (Include Area Code)	<u>Same as above</u> Fax No. (Include Area Code)	<u>Same as above</u> Pager/Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: David Schofield

(Name)

16251 W. Glendale Avenue

(Street)

Litchfield Park, AZ 85340

(City)

(State)

(Zip)

623 935-2837

Telephone No. (Include Area Code)

623 935-1236

Fax No. (Include Area Code)

602 390-3167

Pager/Cell No. (Include Area Code)

Attorney: Norman D. James

(Name)

3003 N. Central Avenue #2600 Phoenix, AZ 85012-2913

(Street)

(City)

(State)

(Zip)

602 916-5000

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☒ Other (Describe) Non Profit Corporation

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

Adaman Mutual Water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	112,986	6,591	106,395
304	Structures and Improvements	2,058	1,991	67
307	Wells and Springs	119,017	104,091	14,926
311	Pumping Equipment	77,799	71,836	5,963
320	Water Treatment Equipment	20,176	19,144	1,032
330	Distribution Reservoirs and Standpipes	45,548	16,132	29,416
331	Transmission and Distribution Mains	293,187	172,744	120,443
333	Services			
334	Meters and Meter Installations	40,724	26,670	14,054
335	Hydrants	2,541	901	1,640
336	Backflow Prevention Devices	574	337	237
339	Other Plant and Misc. Equipment	5,610	4,761	849
340	Office Furniture and Equipment	4,502	3,454	1,048
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	3,263	2,541	722
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	727,985	431,193	296,792

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Adaman Mutual Water Company

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	112,986	2%	2,260
304	Structures and Improvements	1,219	5%	64
307	Wells and Springs	17,110	2%	3,422
311	Pumping Equipment	13,798	13%	1,858
320	Water Treatment Equipment	7,224	7%	488
330	Distribution Reservoirs and Standpipes	45,548	5%	2,277
331	Transmission and Distribution Mains	196,936	5%	10,138
333	Services			
334	Meters and Meter Installations	31,941	20%	6,327
335	Hydrants	2,541	9%	254
336	Backflow Prevention Devices	574	9%	57
339	Other Plant and Misc. Equipment	5,610	5%	281
340	Office Furniture and Equipment	1,462	19%	292
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	2,030	20%	406
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	438,979	6%	28,124

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 186,614	\$ 154,775
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	13,698	18,145
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	4,172	4,324
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 198,484	\$ 177,243
	FIXED ASSETS		
101	Utility Plant in Service	\$ 701,397	\$ 727,985
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	403,464	431,193
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 297,033	\$ 296,792
	TOTAL ASSETS	\$ 496,417	\$ 474,035

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME Adaman Mutual Water Company

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 14,105	\$ 11,037
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	720	645
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	1,544	1,908
	TOTAL CURRENT LIABILITIES	\$ 16,361	\$ 13,590
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 74,586	\$ 51,798
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	95,264	94,205
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	21,272	21,272
272	Less: Amortization of Contributions	8,909	8,990
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 107,627	\$ 106,487
	TOTAL LIABILITIES	\$ 198,574	\$ 171,875
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 2,503	\$ 2,503
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	295,340	299,657
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 297,843	\$ 302,160
	TOTAL LIABILITIES AND CAPITAL	\$ 496,417	\$ 474,035

COMPANY NAME Adaman Mutual Water Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 254,725	\$ 258,936
460	Unmetered Water Revenue		
474	Other Water Revenues	2,487	1,731
	TOTAL REVENUES	\$ 257,212	\$ 260,667
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 66,360	\$ 75,532
610	Purchased Water		185
615	Purchased Power	42,853	34,442
618	Chemicals	1,582	1,326
620	Repairs and Maintenance	20,332	39,903
621	Office Supplies and Expense	6,037	5,790
630	Outside Services	4,150	5,355
635	Water Testing	4,030	1,450
641	Rents	6,000	5,505
650	Transportation Expenses	6,088	6,733
657	Insurance – General Liability	4,447	7,048
659	Insurance - Health and Life	3,225	3,934
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	4,496	3,225
403	Depreciation Expense	29,041	28,124
408	Taxes Other Than Income		
408.11	Property Taxes	12,544	14,382
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 211,185	\$ 232,934
	OPERATING INCOME/(LOSS)	\$ 46,027	\$ 27,733
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 691	\$ 1,132
421	Non-Utility Income	161	204
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	7,285	4,783
	TOTAL OTHER INCOME/(EXPENSE)	\$ (6,425)	\$ (3,447)
	NET INCOME/(LOSS)	\$ 39,602	\$ 24,286

COMPANY NAME Adaman Mutual Water Company

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	7/25/01			
Source of Loan	Meridian Bank			
ACC Decision No.	59739			
Reason for Loan	Capital Improvement			
Dollar Amount Issued	\$104,099	\$	\$	\$
Amount Outstanding	\$ 51,798	\$	\$	\$
Date of Maturity	7/26/06			
Interest Rate	6 %	%	%	%
Current Year Interest	\$ 4,461	\$	\$	\$
Current Year Principle	\$ 22,788	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 23,322

Meter Deposits Refunded During the Test Year \$ 3,966

COMPANY NAME ADAMAN MUTUAL WATER COMPANY

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-620807	100	550	1089	14" @602' 12" @756'	6"	1979

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1	3	
15	1		
30	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
200,000	1	3000	1

COMPANY NAME	Adaman Mutual Water Company
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WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	APC&PVC	38,769
5		
6	PVC	21,305
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	31
3/4	39
1	124
1 1/2	29
2	9
Comp. 3	
Turbo 3	3
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

5 GPH Chemical metering pump
100 Gallon solution tank
Chlorine residual test kit
Sand Filters
Chlorine house

STRUCTURES:

Fences, Signs

OTHER:

Power generator
Computer Eqpt & software
Tools
Pumping Eqpt
Well

COMPANY NAME: Adaman Mutual Water Company

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	214	6732	8041
FEBRUARY	215	6156	7253
MARCH	215	5605	6501
APRIL	218	8702	10057
MAY	222	9955	11346
JUNE	222	13116	14953
JULY	225	12721	14448
AUGUST	227	12213	13877
SEPTEMBER	224	10199	11687
OCTOBER	221	9270	10564
NOVEMBER	221	6015	7000
DECEMBER	223	6071	7111
TOTAL		N/A	122,838

Is the Water Utility located in an ADWR Active Management Area (AMA)?

(☒) Yes (☐) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

(☐) Yes (☒) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. .015 mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Adaman Mutual Water Company YEAR ENDING 12/31/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 13,463

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

ADAMAN WATER DISTRICT16251 WEST GLENDALE AVENUE
LITCHFIELD PARK, ARIZONA 85340
(623) 935-2837MERIDIAN BANK
11 WEST VAN BUREN STREET
AVONDALE, AZ 85323

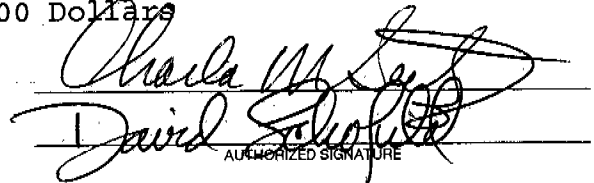
91-499/1221

13073

13073

DATE AMOUNT
Mar 5, 2004 *****\$6,272.01**Memo:**PAY
TO THE
ORDER
OF

Six Thousand Two Hundred Seventy-Two and 01/100 Dollars

Maricopa County Treasurer
100 County Administration Bldg
301 W. Jefferson Street
Phoenix, AZ 85003
AUTHORIZED SIGNATURE

⑈013073⑈ ⑆122104994⑆ ⑈6004919476⑈ ⑈0000627201⑈

ADAMAN WATER DISTRICT16251 WEST GLENDALE AVENUE
LITCHFIELD PARK, ARIZONA 85340
(623) 935-2837MERIDIAN BANK
11 WEST VAN BUREN STREET
AVONDALE, AZ 85323

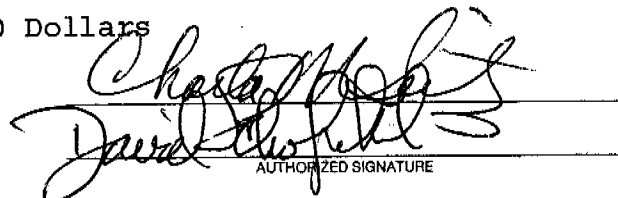
91-499/1221

13470

13470

DATE AMOUNT
Oct 22, 2004 *****\$7,190.99**Memo:**PAY
TO THE
ORDER
OF

Seven Thousand One Hundred Ninety and 99/100 Dollars

Maricopa County Treasurer
100 County Administration Bldg
301 W. Jefferson Street
Phoenix, AZ 85003
AUTHORIZED SIGNATURE

⑈013470⑈ ⑆122104994⑆ ⑈6004919476⑈ ⑈0000719099⑈

COMPANY NAME Adaman Mutual Water Company

YEAR ENDING 12/31/2004

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability

Non Profit

State Taxable Income Reported
Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances
Amount of Gross-Up Tax Collected
Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

APR 15 2005

VERIFICATION

STATE OF _____

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Maricopa
NAME (OWNER OR OFFICIAL) TITLE
David Schofield, Gen Mgr/Treasurer
COMPANY NAME
Adaman Mutual Water Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

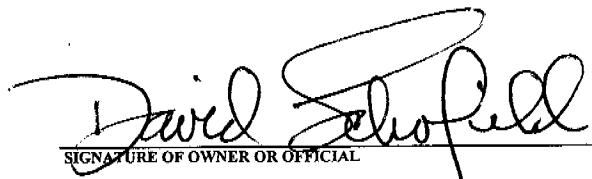
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 277,686

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 17,019
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL
623 935-2837
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

14th DAY OF
CHARLA SE
Notary Public - Arizona
Maricopa County
My Commission Expires
June 22, 2005
(SEAL)

COUNTY NAME	
Maricopa County	
MONTH April	2005


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 06/22/05

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

APR 15 2005

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) David Schofield	TITLE Gen Mgr/Treasurer
COMPANY NAME Adaman Mutual Water Company	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

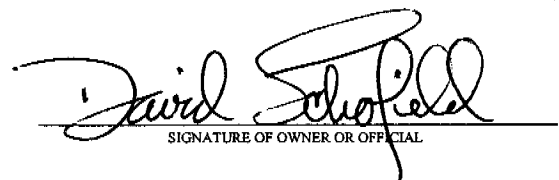
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 105,669

**(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 6,467
IN SALES TAXES BILLED, OR COLLECTED)**

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**


SIGNATURE OF OWNER OR OFFICIAL

623 935-2837

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

14th

DAY OF

(SEAL)

MY COMMISSION EXPIRES 6/22/05

NOTARY PUBLIC NAME Charla Seitz	
COUNTY NAME Maricopa	
MONTH April	.20 05

X 
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

ADAMAN MUTUAL WATER COMPANY**Income Statement**

For the Twelve Months Ending December 31, 2004

	Current Month		Year to Date	
Water Sales				
Total Water Sales	16,223.29	97.29	260,667.11	99.49
Production Costs				
Purchased Water	0.00	0.00	185.00	0.07
APS Power	2,014.06	12.08	34,442.09	13.15
U.S. West J Line	77.74	0.47	931.58	0.36
Repair and Maintenance	1,658.46	9.95	41,746.21	15.93
Total Production Costs	3,750.26	22.49	77,304.88	29.51
Gross Profit	12,473.03	74.80	183,362.23	69.98
G & A Expenses				
Salary Expenses	8,001.32	47.98	79,465.95	30.33
Depreciation Expense	2,021.87	12.12	25,863.78	9.87
Amortization-Water Purchase	188.31	1.13	2,259.72	0.86
Groundwater Fee	60.00	0.36	1,181.47	0.45
Interest Expense	270.58	1.62	4,782.98	1.83
Office Expenses	1,158.49	6.95	5,790.24	2.21
Professional Fees	0.00	0.00	5,356.28	2.04
Travel Expense	439.74	2.64	6,732.17	2.57
Insurance	517.49	3.10	7,047.86	2.69
Dues & Fees	714.00	4.28	2,044.42	0.78
Maricopa Property Tax	0.00	0.00	14,381.98	5.49
Total G & A Expenses	13,376.80	80.22	160,411.85	61.23
Total Income From Operations	(903.77)	(5.42)	22,950.38	8.76
Other Income	452.39	2.71	1,336.04	0.51
Total Other Income	452.39	2.71	1,336.04	0.51
Net Income (Loss)	\$ (451.38)	(2.71)	\$ 24,286.42	9.27

For Management Purposes Only

ADAMAN MUTUAL WATER COMPANYBalance Sheet
December 31, 2004**ASSETS**

Current Period

Current Assets

Cash	154,774.68
Accounts Receivable	18,145.12
Prepaid Expenses	4,323.61
Total Current Assets	177,243.41

Property and Equipment

Adaman Mutual Plant in Service	614,998.73
Water Purchase Rights	112,985.99
Accumulated Depreciation	(424,602.80)
Accum Amort Water Purch	(6,590.35)
Total Property and Equipment	296,791.57

Total Assets	\$	474,034.98
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LIABILITIES AND CAPITAL**Current Liabilities**

Accounts Payable	\$	11,037.00
Customer Deposits		645.00
Municipal Tax Payable		(0.79)
Sales Tax Payable		5.57
Adv in Aid of Constr Current		882.39
Groundwater Fee Payable		1,021.00
Adv in Aid Thorbr Exp 02/19/13		59,211.73
Meter Advances		23,321.70
Adv in Aid Preston 06/2004		169.14
Advance in Aid Meisner		5,165.70
Dunn main line ext expire 2/11		6,335.88
Total Current Liabilities		107,794.32

Long-Term Liabilities

Meridian Bank		51,797.81
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Total Liabilities	\$	159,592.13
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Amortization of Contributions

Contributions in Aid Gillespie	\$	19,334.79
Contributions in Aid Prevo		1,533.23
Contributions in Aid Pipes		404.00
Amortization Gillispie Contrib		(8,505.06)
Amortization of Prevo Contrib		(484.60)
Total Contributions		12,282.36

Capital

Capital Stock		2,503.20
Retained Earnings		275,370.87
Net Income		24,286.42
Total Capital		302,160.49

Total Liabilities & Capital	\$	474,034.98
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